UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF ILLINOIS EASTERN DIVISION

PARUS HOLDINGS, INC.,)	
Plaintiff,))	
v.) NO. 08 C 1535	
BANNER & WITCOFF, LTD., CHARLES CALL; and EUGENE NELSON,) Judge Hart	
Defendants.) Magistrate Judge Denlo	W

MOTION TO REMAND CASE TO CIRCUIT COURT OF COOK COUNTY, ILLINOIS

Plaintiff, Parus Holdings, Inc., by and through its attorneys, James J. Stamos and Matthew J. McDonald of Stamos and Trucco LLP, respectfully moves this Court to enter an order remanding this cause of action to the Circuit Court of Cook County, Illinois. In support of this motion, Plaintiff states:

- 1. Parus's claims sound in Illinois law and do not implicate a substantial question of federal patent law. This Court therefore lacks jurisdiction and must remand this cause of action to the Circuit Court of Cook County, Illinois.
- 2. The gravamen of Plaintiff's claims is that but for Defendants' negligence and breaches of fiduciary duty, a former Vail officer named Robert Swartz would not have been able to claim priority to the provisional patent application the Defendants filed on behalf of Parus' predecessor-in-interest. Defendants' negligence and breaches of fiduciary duty forced Parus to file suit against and eventually settle with Swartz. The

mere existence of the Swartz Patents, made possible only through Defendants' negligence

and breaches of duty, have rendered Parus' marketing plan without value and fostered a

perception in the marketplace that the Swartz Patents cloud Parus' title to its patents.

3. Plaintiff's claims do not depend on this Court determining the validity,

enforceability, and/or scope of either the Swartz or Parus Patents. Plaintiff claims relate

solely to the stigmatization of the Parus Patents caused by the existence of the Swartz

Patents which claim priority to our Provisional application. Where the validity,

enforceability and/or scope of a patent is not at issue in a legal malpractice case, and a

plaintiff instead seeks relief for the stigma on a patents' marketability, no issue of federal

patent law is implicated and no federal jurisdiction pursuant to 28 U.S.C. 1336 exists.

IMT, Inc. et al v. Haynes and Boone, LLP et al, 1999 WL 58838 at 3 (N.D. Tex.).

WHEREFORE, for the foregoing reasons and for the reasons set forth in the

accompanying Memorandum in Support Plaintiff's Motion to Remand, incorporated

herein by reference, Plaintiff, Parus Holdings Inc., respectfully requests that this court

remand this case to the Circuit Court of Cook County, Illinois.

Respectfully submitted,

Parus Holdings, Inc.,

By: /s/James J. Stamos

One of Its Attorneys

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